

PSC NO: 1 WATER
COMPANY: SOUTHSIDE WATER INC.
EFFECTIVE DATE: February 1, 2020
(Issued in compliance with Commission Order issued January 17, 2020 in Case 19-W-0253)

STATEMENT NO.: 7
STATEMENT TYPE: PWA

PURCHASED WATER ADJUSTMENT

Applicable to all Metered Customers

I. General Description

Purpose: To recover any increases in the cost of water purchased from the City of Watertown (City) beyond the City's July 1, 2018 average rate of \$3.33/Ccf (Ccf = one hundred cubic feet).

II. Computation of the Purchased Water Adjustment Surcharge

Calculation: As early as possible after notification by the City of a rate increase, the Company shall make a compliance filing to be effective on the same date of the City's rate increase.

Surcharge Amount: The surcharge will be expressed in dollars per Ccf carried to four (4) decimal places, applied to the total Ccf used by each customer.

Formula for Purchased Water Adjustment Surcharge(PWAS):

Surcharge Amount = City's rate on 7/1/2018 x Percent Increase
= \$3.33/Ccf x Percent Increase

III. PWAS Provisions:

1. If the City increases the cost of water beyond the July 1, 2018 rate of \$3.33/Ccf, Southside Water Inc. (the Company) will be allowed to file a new PWAS Statement that would automatically go into effect on July 1 of each year, or on the same date that the City increases its rates, using the methodology shown above.
2. The Company's compliance filing will include a cover letter setting forth the details of the surcharge calculation and a copy of the City's notice regarding the effective date of the rate increase.
3. Staff will have 90 days after receipt of the compliance filing to verify the Company's calculations.
4. If Staff agrees with the Company's filing, the PWAS will continue in effect until the City's next rate increase. However, if Staff believes that the Company's filing does not correctly reflect the City's rate increase, Staff, in consultation with the Company, will propose a methodology to retroactively correct any discrepancies.
5. If Staff and the Company cannot reach agreement on a methodology, the matter would be handled through the Commission's dispute resolution procedures.

Issued By: James V. Lettiere, Jr., 16115 Heaslip Lane,
Clayton, NY 13624

Cancelled by Doc. Num. 8 effective 08/01/2023
(Name of Officer, Title, Address)